

## **FISCAL NOTE**

### **HB 2832 – SB 3354**

March 29, 2006

**SUMMARY OF BILL:** Requires Title VI funds expended by state government to be in compliance with 42 U.S.C. §2000(d) and any expenditures of public funds by state government only be given to persons or businesses that confirm in writing to state government that they do not discriminate against others upon the basis of political or religious beliefs, race, ethnicity, color, or national origin.

#### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - Exceeds \$750,000 Recurring  
\$288,200 One-Time**

##### Assumptions:

- Approximately 200,000 or more active vendors would have to be notified of the requirement and submit confirmation of non-discrimination in writing.
- One-time postage cost for notifying vendors two times is estimated to be \$128,000.
- Additional staff and resources would be required to handle the notification, follow-up, and data entry into a database to meet the compliance date of July 1, 2006 (Seven Account Technician 1 positions, one Account Technician 2 position, equipment, and office space).
- Annual operating costs of maintaining a database of vendors and monthly charges for hand held devices is estimated to be \$474,000 annually.
- Purchasing field staff without access to a computer would need to access the database of vendors that have confirmed non-discrimination in writing and would necessitate the purchase of approximately 1,800 hand held devices.
- Additional one-time costs would be needed for computer hardware and software to allow purchasing employees to access the database of vendors that have submitted confirmation of non-discrimination in writing.

#### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director